

..DID: 6201**..TXT: PSC NO: 9 GAS****LEAF: 284****COMPANY: CONSOLIDATED EDISON COMPANY OF NEW YORK, INC. REVISION: 0****INITIAL EFFECTIVE DATE: 03/01/99 SUPERSEDING REVISION:****STAMPS:****Cancelled by 1 Rev. Leaf No. 284 Effective 05/01/2002****RECEIVED: 12/08/98 STATUS: Cancelled EFFECTIVE: 03/01/99****SERVICE CLASSIFICATION No. 9 - Continued****TRANSPORTATION SERVICE - Continued****Rates - Continued****(G) Balancing Services and Charges for Firm Customers - Continued****(2) Capacity Balancing Service - Continued****Payment of Pipeline Charges:**

The Capacity Balancing Customer shall pay the pipeline(s) directly for all pipeline charges other than demand and variable pipeline commodity charges, including but not limited to, commodity charges, taxes, surcharges, fuel allowances, imbalance and overrun charges, and penalties.

The Company may require the Capacity Balancing Customer to provide reasonable financial guarantees to assure its payment of the amounts due the pipeline(s) for the capacity release. The Company may terminate the capacity release transaction for nonpayment of pipeline charges by the Capacity Balancing Customer.

Capacity Release Service Agreement:

The Company shall require the Customer to sign a Capacity Release Service Agreement setting forth the terms of the capacity release.

Indemnification and Warranty:

The Replacement Shipper shall indemnify the Company from all losses and damages resulting from the actions or inactions of the Replacement Shipper under the Capacity Release Service Agreement with the Company and the pipeline service agreement(s). The Replacement Capacity Release Customer(s) shall also warrant title to the gas transported under these agreements.

(Service Classification No. 9 - Continued on Leaf No. 285.0)**Issued By: Joan S. Freilich, Executive Vice President & Chief Financial Officer, 4 Irving Place, New York, N. Y. 10003****(Name of Officer, Title, Address)**